

Abby's dividend income is categorized as "Passive Income." As a result of completing Part I, the amount of foreign source income that is eligible for the Foreign Tax Credit is \$474.50.

Here are the correct answers for each line:

Foreign Country or U.S. Possession			Total
A	B	C	(Add cols. A, B, and C.)
1 Enter the name of the foreign country or U.S. possession ►			
1 Gross income from sources within country shown above and of the type checked above (see page 13 of the instructions):			
			1
Deductions and losses (Caution: See pages 13 and 14 of the instructions):			
2 Expenses definitely related to the income on line 1 (attach statement)			
3 Pro rata share of other deductions not definitely related:			
a Certain itemized deductions or standard deduction (see instructions)			
b Other deductions (attach statement)			
c Add lines 3a and 3b			
d Gross foreign source income (see instructions) .			
e Gross income from all sources (see instructions)			
f Divide line 3d by line 3e (see instructions) . .			
g Multiply line 3c by line 3f.			
4 Pro rata share of interest expense (see instructions):			
a Home mortgage interest (use worksheet on page 13 of the instructions)			
b Other interest expense			
5 Losses from foreign sources			
6 Add lines 2, 3g, 4a, 4b, and 5			6
7 Subtract line 6 from line 1. Enter the result here and on line 14, page 2 ►			7